



SINGLE STOCK FUND



Assessment of Non-Army Managed Items in the SSF





Introduction

ASA(FM&C) Item
of Special Interest

- **Purpose:** *To provide information to key personnel on the ESC decision to exclude from the Single Stock Fund, Specific Retail Logistic Systems which support NAMI, and discuss implementing actions*
- **Background:** Several forums have identified this as a critical issue,
- **Response:** Comprehensive NAMI assessment, IT focused. Evaluated the architecture of existing retail logistic systems and their correlation to the SSF goals
- **Assessment Goals:**
 - Identify scope of NAMI inclusion required for an 'efficient' SSF
 - Determine if commodity specific retail logistic systems should remain in the SSF
 - Do not adversely impact customers
- **Strategy:** Review each system individually; coordinate with functional proponents and key players on recommended course of action

• Army Clothing Initial Issue Point System (ACIIPS)
• Army Food Management System (AFMIS)
• Fuels Automated Systems (FAS)
• Integrated Facilities System (IFS)
• Theater Army Medical Management Information System (TAMMIS)

• Dec 98 SSF GOWG
• Jan 99 SSF Baselining Workshop
• Feb 99 Financial Conversion Workshop
• Mar 99 SSF GOWG



Briefing Outline

- Assumptions
- Inventory Overview
- Assessing “Non-SARSS” NAMI vs SARSS NAMI
- Follow-on actions and timeline

**Coordination
To Date**

System Functional Proponents

- ✓ ACIIPS, TRADOC, ACS Base Support (12 Mar)
- ✓ AFMIS, HQDA ODCSLOG TRETs (15 Mar)
- ✓ FAS, HQDA ODCSLOG TRETs & DLA (19 Mar)
- ✓ IFS, COE Logistics & HQDA ACSIM Rep (17 Mar & 21 May)
- ✓ TAMMIS, DCSLOG for the Surgeon General (22 Mar)

Other Key Players

- ✓ DA ADCSLOG, AMC ADCSLOG, NBO (19 Mar)
- ✓ Army Budget Office (24 Mar)
- ✓ HQDA ODCSLOG DALO-SM (25 Mar)
- ✓ AMC DCSRM (26 Mar)
- ✓ MACOMS (13 May; VTC)
- ✓ Executive Steering Committee (19 May)



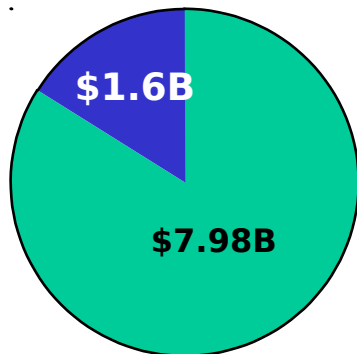
Assumptions

- A NAMI oversight activity will be established for the SSF Demonstration
- War Reserve currently in the AWCF-SMA would remain
- ASA(FM&C) supports direct funding of other Service-managed material when it is primarily direct vendor support delivery
- ASA(FM&C) will issue required policy changes by end of May 99
- DALO will support move of inventory from AWCF to direct appropriation if an efficiency is demonstrated
- System proponents are responsible for the cost of software changes required to implement SSF for their systems

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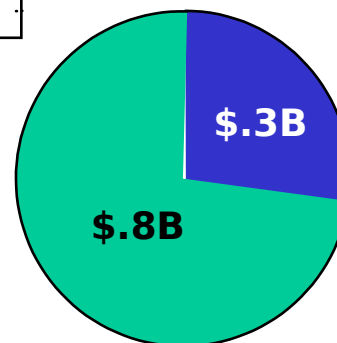


Inventory (1998)



\$9.58B

Includes War Reserve

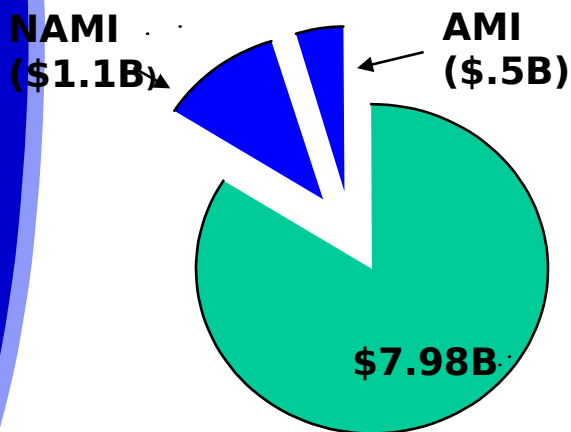


\$1.1B

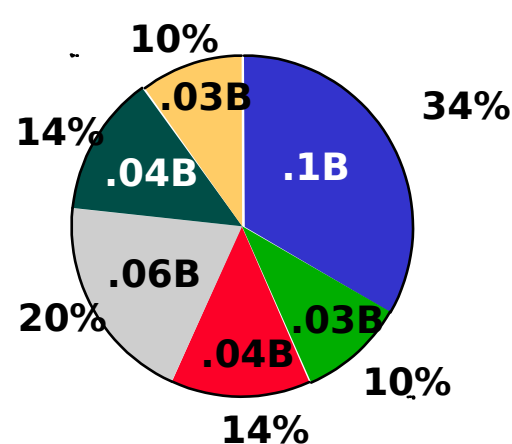
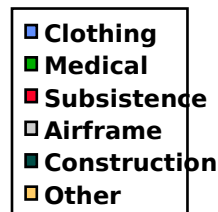
NAMI Inventory

NAMI

	# of Demands	Value of Demands	# of Lines
AMI	14%	79%	5K
NAMI	86%	21%	40K



Breakout of Retail Stock Fund Inventory



Composition of NAMI Operational Stocks



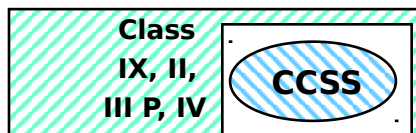
Systems Overview

AMI

NAMI

Changes to Financial Support Systems are required to either include or exclude NAMI!

Wholesale



Billing

Class IX, II, III P, IV

Class II, IV, General Supplies

Class I Subsistence

Class III P Bulk POL

Class VIII Medical

SOMARDS

Retail

STARFIARS

STANFINS

SSF- AMI Only

SSF- AMI/NAMI

Financial STAMIS

STAMIS

OTHER

GS-RX

OPS Project S

IFS-CS

SARSS-O

ACIIP S

AFMIS

LEDGER ACCOUNTING
FAS

TAMMIS



Non SARSS vs SARSS Supported

- **Considerations:**

- Non-SARSS/AMCISS Systems:
 - Commodity specific standard systems
 - Volume of Non NSN items
 - Interface with AWCF-SMA for consumer accounting and billing of direct vendor purchases
 - High Inventory Turn-Over Rates
 - Primarily DLA & GSA purchases
- SARSS:
 - No changes permitted
 - Does not differentiate between AMI and NAMI (inventory is co-mingled)
 - Provides one stop shopping for tactical customers
 - Excluding SARSS supported NAMI from AWCF requires a separate supply mechanism at the installation

- **Recommendation:**

- Exclude Non-SARSS/AMCISS systems & fund purchases with consumer funds
- Include SARSS supported NAMI in the SSF

- **Functional Proponent Positions:**

- Concurrence: ACIIPS, AFMIS, FAS, TAMMIS* & IFS*

**ESC Approved
Exclusion of
“NON SARSS”
Supported NAMI**

*Concurrence
with
Concern



Non-SARSS Systems Baseline

Basis for Recommendation to **Exclude**

ACIIPS

TRADOC Unique system. DLA is Source of Supply. Negotiations on-going to transfer ownership of ACIIP stocks to DLA

**Inventory \$25-35M; Sales \$130M;
Ratio 1:4**

AFMIS

AWCF by-pass authority approved contingent on fielding of FS2000. Functional Proponent has DFAS agreement for continued STARFIARS support. Primarily Direct Vendor supported.

**Inventory \$42M; Sales \$3680M;
Ratio 1:9**

FAS

OSD directed DLA to capitalize and centrally manage (1991). Central management contingent on system design fixes. Target completion 2001+

IFS

Mixed Funding Bag. 90% of IFS supply buys are credit card or local purchase. Primarily non-standard, off the shelf items. System has direct link to STANFINS capability

TAMMIS

MEDCOM unique system. DLA is SoS. 85% of purchases - Non NSN items. System has direct link to STANFINS capability

**Inventory \$30-35M; Sales \$512M;
Ratio 1:15**



Non-SARSS Systems Baseline

	Enablers	Status
ACIIPS	DLA Agreement to Assume Ownership	DLA informally agreed to assume ownership. Details on-going. Exclusion should be in place for Demo
AFMIS	Accelerate fielding of Upgraded System Support use of STARFIARS-MOD until direct link to STANFINS is available	Agreement with DFAS for STARFIARS MOD support in place. Funding required to expedite fielding
FAS	DLA capitalize bulk fuel IAW OSD direction	DLA has delayed capitalization pending system fixes required for direct billing customers. Memo to DLA being staffed
IFS	Accelerate fielding of Upgraded System (Supply 2000)	Fielding schedule under review. Funding required for fielding to be identified by MACOMS
TAMMIS	MEDCOM decision on course of action they will take (DLA Ownership or direct funding) <ul style="list-style-type: none">• Activate/Refine link to STANFINS	Meeting scheduled for 17 June



Conclusion

- **The ESC approved retaining SARSS-managed NAMI in SSF and transitioning to consumer funding for ACIIPS, AFMIS, FAS, IFS, and the TAMMIS.**
- **The transition must be completed by the end of FY 00.**
- **This significant decision will eliminate inventory management redundancies and streamline financial processes.**



Implementing Actions

<u>Action</u>	<u>Organization</u>	<u>Target Date</u>
<ul style="list-style-type: none">• Capitalize Bulk Fuel	DLA	ASAP Completed by Sep 00
<ul style="list-style-type: none">• Host meeting to discuss forward ownership of Non SARSS assets by DLA	SSF-PMO (lead) DLA (assist)	17 June 99
<ul style="list-style-type: none">• Complete system changes or upgrades required to facilitate use of consumer funds	System Proponents (Lead) SSF-PMO, DLA, DAAS (assist)	ASAP Completed by Sep 00